

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF TEXAS
HOUSTON DIVISION

IN RE:	§	
THE STEPHENS COMPANY	§	CASE NO. 06-30674-H5-11
	§	
	§	
DEBTOR	§	CHAPTER 11
	§	

PLAN TRUSTEE'S FINAL QUARTERLY REPORT

Comes now, William G. West, Plan Trustee, and files this quarterly report for December, 2008. This case was closed and a final decree issued on December 15, 2008.

DATED: January 22nd, 2009

/s/ William G. West, Plan Trustee
William G. West, Plan Trustee
12345 Jones Rd., Suite 120
Houston, Texas 77070
Telephone: (281) 807-7811
Facsimile: (281) 807-7822

CASE NAME: THE STEPHENS DISTRIBUTION TRUST

UNITED STATES BANKRUPTCY COURT

CASE NUMBER: 06-30674-H5-11

Southern

DISTRICT OF TEXAS

PROPOSED PLAN DATE: Approved August 29, 2006

Houston

DIVISION

FINAL REPORT - CASE CLOSED - FINAL DECREE ISSUED DECEMBER 15, 2008

PLAN TRUSTEE'S QUARTERLY REPORT SUMMARY - CASH BASIS - DECEMBER 31, 2008

QUARTER ENDING	March 2008	June 2008	Sept 2008	Dec 2008	March 2009	June 2009
REVENUES (MOR-6)	225,000	0	80,000	30,000	0	0
INCOME BEFORE INT, DEPREC./TAX (MOR-6)	41,091	(6,066)	38,766	10,560	0	0
NET INCOME (LOSS) (MOR-6)	41,474	(10,835)	38,532	8,976	0	0
PAYMENTS TO INSIDERS (MOR-9)	0	0	0	0	0	0
PAYMENTS TO PROFESSIONALS (MOR-9)	183,909	6,066	41,228	17,772	0	0
TOTAL DISBURSEMENTS (MOR-8)	486,781	34,355	223,410	19,623	0	0

REQUIRED INSURANCE MAINTAINED
AS OF SIGNATURE DATEEXP.
DATE

CASUALTY	YES () NO (x)	N/A - - -
LIABILITY	YES () NO (x)	N/A - - -
VEHICLE	YES () NO (x)	N/A - - -
WORKER'S	YES () NO (x)	N/A - - -
OTHER	YES () NO (x)	N/A - - -

Are all accounts receivable being collected within terms? No

Are all post-petition liabilities, including taxes, being paid within terms? Yes

Have any pre-petition liabilities been paid? No If so, describe

Are all funds received being deposited into Trustee bank account? Yes

Were any assets disposed of outside the normal course of business? No

If so, describe

Are all U. S. Trustee Quarterly Fee Payments current? Yes

What is the status of your Plan of Reorganization? Approved, August 2006

I certify under penalty of perjury that the following complete

Monthly Operating Report (MOR), consisting of MOR-1 through

MOR-9 plus attachments, is true and correct based on information made available to me by the debtor.

SIGNED William G. West/ECF

TITLE: PLAN TRUSTEE

WILLIAM G. WEST

ATTORNEY NAME: Thomas S. Henderson
ADDRESS: Attorney at Law
ADDRESS: 711 Louisiana, Suite 3100
CITY, STATE, ZIP: Houston, Texas 77002
TELEPHONE: 713-227-9500

MOR-1

CASE NAME: THE STEPHENS DISTRIBUTION TRUST

CASE NUMBER: 06-30674-H5-11

COMPARATIVE BALANCE SHEETS

<u>ASSETS</u>	<i>PETITION DATE*</i>	<i>MONTH March 2008</i>	<i>MONTH June 2008</i>	<i>MONTH Sept 2008</i>	<i>MONTH Dec 2008</i>	<i>MONTH March 2009</i>	<i>MONTH June 2009</i>
CURRENT ASSETS							
<i>Cash</i>	235,492	301,292	271,652	149,927	162,874	0	0
<i>Accounts Receivable, Net</i>	430,000	109,742	105,133	93,338	90,046	0	0
<i>Inventory: Lower of Cost or Market</i>	0		0	0	0	0	0
<i>Prepaid Expenses</i>	0	0	0	0	0	0	0
<i>Investments</i>	0	0	0	0	0	0	0
<i>Other</i>	0	0	0	0	0	0	0
TOTAL CURRENT ASSETS	665,492	411,034	376,785	243,265	252,920	0	0
PROPERTY, PLANT&EQUIP, @ COST	1,507,000	0	0	0	0	0	0
<i>Less Accumulated Depreciation</i>	0	0	0	0	0	0	0
NET BOOK VALUE OF PP & E	1,507,000	0	0	0	0	0	0
OTHER ASSETS:							
<i>1. Promissory Note</i>	40,000	5,454	5,454	5,454	5,454	0	0
<i>2. Insurance Claim</i>	12,000	12,000	12,000	12,000	12,000	0	0
<i>3. Attorney Retainer</i>	0	0	0	0	0	0	0
<i>4.</i>	0	0	0	0	0	0	0
TOTAL ASSETS	2,224,492	428,488	394,239	260,719	270,374	0	0

CASE NUMBER: 06-30674-H5-

COMPARATIVE BALANCE SHEETS

<u>LIABILITIES & OWNER'S EQUITY</u>	<u>PETITION DATE*</u>	<u>MONTH March 2008</u>	<u>MONTH June 2008</u>	<u>MONTH Sept 2008</u>	<u>MONTH Dec 2008</u>	<u>MONTH March 2009</u>	<u>MONTH June 2009</u>
LIABILITIES							
<i>POST-PETITION LIABILITIES (MOR-4)</i>		0	0	0	0	0	0
<i>PRE-PETITION LIABILITIES:</i>							
<i>Notes Payable-Secured</i>	137,150	0	0	0	0	0	0
<i>Priority Debt</i>	215,174	0	0	0	0	0	0
<i>Federal Income Tax (if Secured By Lien - See Above)</i>	0	0	0	0	0	0	0
<i>Lien found not on Debtors schedules</i>	0	0	0	0	0	0	0
<i>Unsecured Debt</i>	2,732,737	1,767,609	1,744,195	1,572,143	1,572,822	0	0
<i>Other - Ad valorem & sales taxes for 2004</i>	0	0	0	0	0	0	0
TOTAL PRE-PETITION LIABILITIES	3,085,061	1,767,609	1,744,195	1,572,143	1,572,822	0	0
TOTAL LIABILITIES	3,085,061	1,767,609	1,744,195	1,572,143	1,572,822	0	0
<u>OWNER'S EQUITY (DEFICIT):</u>							
	0	0					
	0	0	0	0	0	0	0
ADDITIONAL PAID-IN CAPITAL	0	0	0	0	0	0	0
RETAINED EARNINGS: Filing Date	(860,569)	(860,569)	(860,569)	(860,569)	(860,569)	0	0
RETAINED EARNINGS: Post Filing/Pre Confirmation Date	0	(139,610)	(139,610)	(139,610)	(139,610)	0	0
RETAINED EARNINGS: Post Confirmation Date	0	(338,942)	(349,777)	(311,245)	(302,269)	0	0
TOTAL OWNER'S EQUITY (NET WORTH)	(860,569)	(1,339,121)	(1,349,956)	(1,311,424)	(1,302,448)	0	0
TOTAL LIABILITIES & OWNER'S EQUITY	2,224,492	428,488	394,239	260,719	270,374	0	0

MOR-3

CASE NAME:

THE STEPHENS DISTRIBUTION TRUST

CASE NUMBER:

06-30674-H5-11

SCHEDULE OF POST-PETITION LIABILITIES

	<i>MONTH March 2008</i>	<i>MONTH June 2008</i>	<i>MONTH Sept 2008</i>	<i>MONTH Dec 2008</i>	<i>MONTH March 2009</i>	<i>MONTH June 2009</i>
<u>TRADE ACCOUNTS PAYABLE</u>	0	0	0	0	0	0
<i>TAX PAYABLE:</i>						
<i>Federal Payroll Taxes (includes employee withholding)</i>	0	0	0	0	0	0
<i>State Payroll & Sales</i>	0	0	0	0	0	0
<i>Ad Valorem Taxes- 2005 Accrual</i>	0	0	0	0	0	0
<i>Other : Federal Income Tax</i>	0	0	0	0	0	0
<i>TOTAL TAXES PAYABLE</i>	0	0	0	0	0	0
<i>SECURED DEBT POST-CONVERSION</i>	0	0	0	0	0	0
<i>ACCRUED INTEREST PAYABLE (A)</i>	0	0	0	0	0	0
<i>PROFESSIONAL FEES*: (Note 1)</i>	0	0	0	0	0	0
<i>OTHER ACCRUED LIABILITIES:</i>						
<i>1. Management Fee</i>	0	0	0	0	0	0
<i>2. Payroll</i>	0	0	0	0	0	0
<i>3. Utilities & Other</i>	0	0	0	0	0	0
<u>TOTAL POST-PETITION LIABILITIES (MOR-3)</u>	0	0	0	0	0	0

* Payment Requires Court Approval.

A - estimate only, books & records not turned over to trustee

MOR-4

Revised:lem:9/15/92

CASE NAME: THE STEPHENS DISTRIBUTION TRUSTCASE NUMBER: 06-30674-H5-11

POST-PETITION TRADE ACCOUNTS AND TAXES PAYABLE
QTR, ENDING Month of December 31, 2008

<i>DAYS</i>	<i>TOTAL</i>	<i>TRADE ACCTS</i>	<i>FED TAXES PAYROLL</i>	<i>STATE TAXES</i>	<i>AD-VALOREM, OTHER TAXES</i>	<i>OTHER</i>
<i>0-30</i>	0	0	0	0	0	0
<i>31-60</i>	0	0	0	0	0	0
<i>61-90</i>	0	0	0	0	0	0
<i>91 +</i>	0	0	0	0	0	0
<i>TOTAL</i>	0	0	0	0	0	0

AGING OF ACCOUNTS RECEIVABLE

<i>MONTH</i>	<i>March 2008</i>	<i>June 2008</i>	<i>Sept 2008</i>	<i>Dec 2008</i>	<i>March 2009</i>	<i>June 2009</i>
<i>0-30 DAYS</i>	0	0	0	0	0	0
<i>31-60 DAYS</i>	0	0	0	0	0	0
<i>61-90 DAYS</i>	0	0	0	0	0	0
<i>91 + DAYS</i>	109,742	105,133	93,338	90,046	0	0
<i>TOTAL</i>	109,742	105,133	93,338	90,046	0	0

CASE NAME: THE STEPHENS DISTRIBUTION TRUST

CASE NUMBER: 06-30674-H5-11

STATEMENT OF INCOME (LOSS)

QUARTER ENDING	March 2008	June 2008	Sept 2008	Dec 2008	March 2009	June 2009	Activity Totals
REVENUES (MOR-1)	225,000	0	80,000	30,000	0	0	1,885,000
TOTAL COST OF REVENUES	0	0	0	0	0	0	1,507,000
GROSS PROFIT	225,000	0	80,000	30,000	0	0	378,000
OPERATING EXPENSES:							
Selling & Marketing	0	0			0	0	102,166
General & Administrative	0	0	0	0	0	0	14,715
Insiders Compensation	0	0	0	0	0	0	6,491
Professional Fees	183,909	6,066	41,228	17,772	0	0	576,554
Management Fees	0	0	0	0	0	0	0
Other - Misc	0	0	6	1,668	0	0	10,133
TOTAL OPERATING EXPENSES	183,909	6,066	41,234	19,440	0	0	710,059
INCOME BEFORE INT, DEPR/TAX (MOR-1)	41,091	(6,066)	38,766	10,560	0	0	(332,059)
INTEREST EXPENSE	0	0	0	0	0	0	0
US TRUSTEE FEE/EXPENSE	0	4,875	325	1,625	0	0	15,075
INTEREST INCOME	383	106	91	41	0	0	13,790
OTHER INCOME ITEMS-	0	0	0	0	0	0	31,075
TOTAL INT, DEPR & OTHER ITEMS	383	(4,769)	(234)	(1,584)	0	0	29,790
NET INCOME BEFORE TAXES	41,474	(10,835)	38,532	8,976	0	0	(302,269)
FEDERAL INCOME TAXES	0	0	0	0	0	0	0
NET INCOME (LOSS) (MOR-1)	41,474	(10,835)	38,532	8,976	0	0	(302,269)

Accrual Accounting Required, Otherwise Footnote With Explanation

* Footnote Mandatory

Revised:lem:9/2/92

** Unusual and/or infrequent item(s) outside the ordinary course of business

MOR-6

CASE NAME: THE STEPHENS DISTRIBUTION TRUST

CASE NUMBER: 06-30674-H5-11

STATEMENT OF SOURCE AND USE OF CASH

SOURCE OF CASH	March 2008 Qtr. End	June 2008 Qtr. End	Sept 2008 Qtr. End	Dec 2008 Qtr. End	March 2009 Qtr. End	June 2009 Qtr. End	Activity Totals
NET INCOME (LOSS) from MOR-6	41,474	(10,835)	38,532	8,976	0	0	(302,269)
ADD: DEPRECIATION & AMORTIZATION	0	0	0	0	0	0	0
CASH GENERATED FROM OPERATIONS	41,474	(10,835)	38,532	8,976	0	0	(302,269)
ADD: DECREASE IN ASSETS:							
1. Accounts Receivable	14,368	4,609	11,795	3,292	0	0	166,213
2. Inventory	0	0	0	0	0	0	0
3. Prepaid Expenses	0	0	0	0	0	0	40,000
4. Property, Plant & Equipment	0	0	0	0	0	0	1,507,000
5. Other, Transfer/Deposit of DIP Cash	0	0	0	0	0	0	264,169
INCREASE IN LIABILITIES:							
1. Post-petition Liabilities	0	0	0	0	0	0	0
2. Pre-petition Liabilities	0	0	26,504	679	0	0	40,670
TOTAL SOURCE OF CASH (A)	55,842	(6,226)	76,831	12,947	0	0	1,715,783
INCREASE IN ASSETS:							
1. Accounts Receivable	0	0	0	0	0	0	0
2. Inventory	0	0	0	0	0	0	0
3. Prepaid Expenses	0	0	0	0	0	0	0
4. Property, Plant & Equipment	0	0	0	0	0	0	0
5. Other	0	0	0	0	0	0	0
DECREASE IN LIABILITIES:							
1. Post-petition Liabilities	0	0	0	0	0	0	0
2. Pre-petition Liabilities/Property Tax Liens	302,871	23,414	198,556	0	0	0	1,552,909
TOTAL USE OF CASH (B)	302,871	23,414	198,556	0	0	0	1,552,909
NET SOURCE (USE) OF CASH (A - B)	(247,029)	(29,640)	(121,725)	12,947	0	0	162,874
CASH-BEGINNING BALANCE	548,321	301,292	271,652	149,927	0	0	0
CASH-ENDING BALANCE (MOR-2)	301,292	271,652	149,927	162,874	0	0	162,874

MOR-7

Revised:lem:9/2/92

CASE NAME: THE STEPHENS DISTRIBUTION TRUST

CASE NUMBER: 06-30674-H5-11

CASH ACCOUNT RECONCILIATION
Month of December 31, 2008

<i>ACCOUNT NUMBER</i>	<i>Bank Acct. Trustee C.D.</i>	<i>Bank Acct. Trustee Checking</i>	<i>Bank Acct. Trustee MMA</i>			
<u><i>ACCOUNT TYPE</i></u>			-	-	-	<u><i>TOTAL</i></u>
<i>BANK BALANCE</i>	0	2,083	161,274	0	0	163,357
<i>DEPOSIT IN TRANSIT</i>	0	0	0	0	0	0
<i>OUTSTANDING CHECKS</i>	0	483	0	0	0	483
<i>ADJUSTED BANK BALANCE</i>	0	1,600	161,274	0	0	162,874
<i>BEG. CASH - PER BOOKS</i>	0	1,444	148,483	0	0	149,927
<i>RECEIPTS</i>	0	0	32,570	0	0	32,570
<i>TRANSFERS BETWEEN ACCTS</i>	0	19,779	(19,779)	0	0	0
<i>CKS/OTHER DISBURSEMENTS</i>	0	19,623	0	0	0	19,623
<i>ENDING CASH - PER BOOKS</i>	0	1,600	161,274	0	0	162,874

STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

<i>QUARTER ENDING</i>	<i>March 2008</i>	<i>June 2008</i>	<i>Sept 2008</i>	<i>Dec 2008</i>	<i>March 2009</i>	<i>June 2009</i>
<i>BEGINNING CASH</i>	548,321	301,292	271,652	149,927	0	0
<i>TOTAL RECEIPTS</i>	239,752	4,715	101,685	32,570	0	0
<i>TOTAL DISBURSEMENT (MOR-1)</i>	486,781	34,355	223,410	19,623	0	0
<i>ENDING CASH (MOR-2)</i>	301,292	271,652	149,927	162,874	0	0

MOR-8

Revised:lem:7/23/92

CASE NAME: THE STEPHENS DISTRIBUTION TRUST

CASE NUMBER: 06-30674-H5-11

PAYMENTS TO INSIDERS AND PROFESSIONALS

Of the total disbursements shown for the qtr., list the amount paid to insiders (as defined in Section 101(30)(A)-(F) of the U. S. Bankruptcy Code) and the professionals. Also, for insiders identify the type of compensation paid (e.g., salary, commission, bonus, etc.) (Attach additional pages as necessary.)

<i>INSIDERS: NAME/COMP TYPE</i>	<i>March 2008 QTR. END</i>	<i>June 2008 QTR. END</i>	<i>Sept 2008 QTR. END</i>	<i>Dec 2008 QTR. END</i>	<i>March 2009 QTR. END</i>	<i>June 2009 QTR. END</i>
<i>1. T. Buckley, Expense Reimburse</i>						
<i>2.</i>						
<i>3.</i>						
<i>4.</i>						
<i>5</i>						
<i>TOTAL INSIDERS (MOR-1)</i>	0	0	0	0	0	0

<i>PROFESSIONALS</i>	<i>March 2008 QTR. END</i>	<i>June 2008 QTR. END</i>	<i>Sept 2008 QTR. END</i>	<i>Dec 2008 QTR. END</i>	<i>March 2009 QTR. END</i>	<i>June 2009 QTR. END</i>
<i>1. Parrish & Parrish, Attorney</i>	2,241	947	1,899	762		
<i>2. Munsch Hardt, Attorneys</i>	211					
<i>3. Thomas Henderson, Attorney</i>	6,822	4,351	1,240	525		
<i>4. William G. West, Trustee</i>	27,934		17,131	2,273		
<i>5. David E. Hamblen, CPA</i>	0					
<i>6. William G. West, CPA</i>	14,071		3,411	712		
<i>7. Porter & Hedges, LLP</i>	1,275	768				
<i>8. Anderson & Cunningham, Attys</i>	131,355		17,547	13,500		
<i>TOTAL PROFESSIONALS (MOR-1)</i>	183,909	6,066	41,228	17,772	0	0

MOR-9

Revised:lem:9/15/92